GOVERNMENT OF INDIA
SMALL SCALE INDUSTRIES
LOK SABHA

UNSTARRED QUESTION NO:4798
ANSWERED ON:24.04.2002
CLOSURE OF SMALL SCALE INDUSTRIES IN JHARKHAND
DUKHA BHAGAT

Will the Minister of SMALL SCALE INDUSTRIES be pleased to state:

(a) whether several small scale industries have closed down in Jharkhand;

(b) if so, the details thereof during the last three years; and

(c) the remedial measures taken by the Government in this regard alongwith the extent to which the Government have achieved success in this regard?

Answer

THE MINISTER OF STATE (INDEPENDENT CHARGE) IN THE MINISTRY OF SMALL SCALE INDUSTRIES, MINISTER OF STATE IN THE DEPARTMENT OF PERSONNEL AND TRAINING,DEPARTMENT OF PENSIONS AND PENSIONERS` WELFARE THE MINISTRY OF PERSONNEL,PUBLIC GRIEVANCES AND PENSIONS, MINISTER OF STATE IN THE MINISTRY OF PLANNING AND MINISTER OF STATE IN THE DEPARTMENTS OF ATOMIC ENERGY AND SPACE (SMT. VASUNDHARA RAJE)

(a) & (b): The information on closed units is not maintained centrally. However, the Reserve Bank of India (RBI) compiles dataon sick SSI units financed by scheduled commercial banks. As perthe latest information available with RBI, there were 26293, 26909and 16423 sick units by the end of March 1999, March 2000 and March 2001 respectively in the erstwhile Bihar State, whichincludes the newly formed. Jharkhand State.

(c): The Government is fully seized of the incidence ofindustrial sickness among SSI units and has taken various measuresto facilitate timely identification and rehabilitation of potentially viable sick units, which inter-alia include institutional mechanism in the form of State-level Inter-Institutional Committees (SLIICs), Special Rehabilitation Cells in banks and State Financial Institutions, and elaborate guidelines issued by the RBI for extending rehabilitation assistance toeligible units. Based on the recommendations of the Working group constituted under the Chairmanship of Shri S.S. Kohli, the thenChairman of Indian Bank`s Association, the RBI has drawn up revised guidelines for rehabilitation of sick SSI units, whichinclude inter-alia change in the definition of sick SSI units,norms for deciding on their viability, etc. The RBI has circulatedthe revised guidelines on 16th January 2002 to all the banks for implementation. As per the RBI, 286 units in 1998-99, 40 units in 1999-2000 and 19 units in 2000-2001 were kept under nursing in the erstwhile Bihar State.